



**Effective Sept. 1, 2019**

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**HB 2042 and  
Simplified Reporting Agencies**

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**Accounting Policy Meeting  
Aug. 22, 2019**

**Shelly Arnold, Supervisor  
Financial Reporting Section  
Fiscal Management Division**



## **HB 2042 (Effective Sept. 1, 2019)**

### **Section 2**

- Changes TX Govt Code, Section 2101.011(c)
  - Replaces detailed statement with information
  - Removes consumable supplies/postage
  - Removes “All Other Assets”

### **Section 3**

- Changes TX Govt Code, Section 2101.012(b)
  - Removes requirement to comply with GAAP and AICPA
  - Allows the Comptroller’s office to request reporting information in a manner that allows for the faster CAFR initiative



## Who does it affect?

- Affects only SRAs (at this time)
- Does NOT affect FRAs (at this time)
- Does NOT affect stand-alone audited AFRs

## SRA – Important Dates

- **Sept. 10, 2019** – notify your financial reporting analyst which option your agency is taking:  
**Option 1** vs. **Option 2**
- **Sept. 14, 2019** – enter your investment/bank transaction activity into USAS
- **Sept. 30, 2019** – complete APS 018 entries into USAS



## Option 1

Complete closing package & submit to the Comptroller's Financial Reporting section at [FRS@cpa.texas.gov](mailto:FRS@cpa.texas.gov) by COB on **Sept. 15, 2019**

- Physical inventory of capital & controlled assets certification by Sept. 20, 2019
- DINSS — Enter data, upload Note 3 and certify by COB on Sept. 28, 2019
- LTLN — Upload Note 5
- LNSS — Upload Note 8
- SEFA — Enter federal revenues and pass-through activity
  - USAS — COB on Sept. 26, 2019
  - Web apps — COB on Sept. 28, 2019
  - Certify by COB on Sept. 28, 2019
- SPTR — Enter state pass-through activity
  - USAS — COB on Sept. 26, 2019
  - Web apps — COB on Sept. 28, 2019
  - Certify by COB on Sept. 28, 2019
- ONDSS — Upload fluctuation analysis
- Do NOT submit hard copy notes or AFR to CPA's Financial Reporting section



## After Oct. 1, 2019:

- Management/Other Oversight Agencies
- FMQuery reports include all relevant AFR entries
- Use note templates (available from the Reporting Requirements' website) for all applicable notes
- CPA's Financial Reporting section will perform the following:
  - Complete and certify the GR Reconciliation
  - Complete and certify the Note 2 web application (*including Basis Conversion entries*)
  - Complete and certify the Note 5 web application (*including Basis Conversion entries*)
  - Complete and certify the Note 8 web application
  - Complete and certify the ONDSS web application
  - Complete and certify the USAS Certification web application



## Option 2

- Agency is responsible for all required AFR submissions
  - Including basis conversion
  - Upload notes to ONDSS
  - Complete all other applicable AFR web applications
  - Complete USAS Certification web application by COB on Oct. 1, 2019
  
- No exceptions to report as a **Full Reporting Agency**



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# Questions?

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**Shelly Arnold, Financial Reporting Supervisor**

**(512) 463-4709**

**[Shelly.Arnold@cpa.texas.gov](mailto:Shelly.Arnold@cpa.texas.gov)**